

AMERICAN STORES COMPANY

And

AFFILIATED COMPANIES

COMBINED STATEMENT

DECEMBER 31, 1920

AMERICAN STORES COMPANY

OFFICERS

<i>President,</i>	Samuel Robinson
<i>Vice-President,</i>	John Eagleson
<i>Vice-President,</i>	Robert H. Crawford
<i>Vice-President,</i>	William M. Crowe
<i>Vice-President,</i>	George M. Dunlap
<i>Vice-President and General Manager,</i>	James K. Robinson
<i>Secretary and Assistant Treasurer,</i>	E. J. Flanigan
<i>Treasurer,</i>	Wm. M. M. Robinson

DIRECTORS

Samuel Robinson, Philadelphia	Charles Counselman, Chicago
John Eagleson, Philadelphia	Joseph Gilfillan, Philadelphia
Robert H. Crawford, Philadelphia	Samuel M. Clement, Jr., Philadelphia
Wm. M. Crowe, Philadelphia	James K. Trimble, Philadelphia
George M. Dunlap, Philadelphia	F. W. Bacon, Philadelphia
James K. Robinson, Philadelphia	William Park, Philadelphia

We have audited the books and accounts of the American Stores Company and Affiliated Companies for the year ended December 31, 1920, and hereby certify that the annexed combined Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Companies' affairs according to the best of our information and the explanations given to us and as shown by the books of the Companies.

We have obtained all the information and explanations required by us.

BARROW, WADE, GUTHRIE & CO.
Auditors.

PHILADELPHIA, PA.
MARCH 10, 1921.

AMERICAN

AFFIL

COMBINED

AS AT

ASSETS

CURRENT ASSETS AND INVESTMENTS:

Cash.....	\$ 2,601,460.57	
Accounts Receivable.....	133,499.18	

INVENTORIES:

Branch Stores.....	\$ 1,849,656.20	
Bakeries	117,204.22	
Warehouses.....	2,708,840.42	
Merchandise in Transit.....	188,308.91	
Miscellaneous	110,292.20	4,974,301.95

Liberty Bonds at Market Value.....	1,265,250.00	
Accrued Interest Receivable.....	11,234.88	
Dividends Receivable.....	5,483.75	8,991,230.33

TREASURY STOCK.....		296,876.25
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DEFERRED CHARGES:

Licenses.....	108,735.64	
Prepaid Insurance, Rents, etc.....	67,844.33	176,579.97

FIXED ASSETS:

Warehouse and Warehouse Fixtures.....	1,643,225.30	
Warehouse Delivery Fixtures.....	414,782.37	
Warehouse Dwellings.....	93,194.75	
Bakery and Bakery Fixtures.....	695,383.66	
Bakery Delivery Fixtures.....	91,889.66	
Branch Store Fixtures.....	1,029,456.97	
Branch Store Properties.....	180,406.25	
Office Fixtures.....	43,507.65	
Superintendent's Automobiles.....	25,022.37	
Stables, Garages and Fixtures.....	362,618.08	
Advance Payment on Account of Real Estate.....	2,000.00	4,581,487.06

SUNDRY ASSETS:

Goodwill.....	\$11,375,000.00	
Less: Special Surplus arising from acquisition of Acme Tea Co. Stock under Par	1,666,748.90	9,708,251.10
		<u>\$23,754,424.71</u>

COMPANY

ANIES

CE SHEET

31, 1920

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable.....	\$ 1,113,751.16	
Wages Payable—Accrued.....	80,085.65	
Dividends Payable.....	<u>227,563.00</u>	1,421,399.81

MORTGAGES PAYABLE.....		51,200.00
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RESERVES:

Taxes, etc.....	934,327.29	
Contingencies.....	698,395.82	
Trading Stamps.....	<u>10,844.37</u>	1,643,567.48

OUTSIDE STOCKHOLDERS' INTEREST IN AFFILIATED COMPANIES.....		1,343,646.79
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CAPITAL AND SURPLUS:

Capital:

1st Preferred Stock Issued and Outstanding..... 3,494,300.00

2d Preferred Stock Issued and Outstanding..... 1,381,300.00

Common Stock Authorized—150,000 shares

Less: Unissued..... 7,760 shares

Issued and Outstanding..... 142,240 shares No par..... 8,974,150.00

13,849,750.00

Surplus 5,444,860.63 19,294,610.63

\$23,754,424.71

AMERICAN STORES COMPANY

AND

AFFILIATED COMPANIES

STATEMENT OF COMBINED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 1920

Gross Sales.....	\$103,059,303.28
Cost of Goods Sold.....	87,441,917.73
Gross Profit on Sales.....	15,617,385.55

STORE OPERATING EXPENSE:

Wages and Commissions.....	\$ 5,819,461.08
Rents.....	614,861.83
Freight and Expressage.....	637,384.75
Repairs, Maintenance and Expense.....	884,305.72
Depreciation.....	184,358.40
Total.....	8,140,391.78
Warehouse, Administration and General Expense.....	4,312,674.81

Total Operating and Administration Expense..... 12,453,066.59

NET STORES PROFIT..... 3,164,318.96

OTHER INCOME:

Interest Received, less Paid.....	61,906.93
Properties.....	27,577.05
Miscellaneous Sales Profit.....	16,044.29
	105,528.27
	3,269,847.23

MISCELLANEOUS DEDUCTIONS:

Leases (Closed Stores).....	2,418.45
Repairs and Maintenance, Sundry Properties..	8,139.82
Taxes and Water Rents, Sundry Properties...	5,013.18
Depreciation on Sundry Properties.....	3,940.47
	19,511.92

NET PROFIT..... 3,250,335.31

DEDUCTIONS FROM NET PROFIT:

Reserve for Federal and State Taxes, etc.....	934,000.00
Reserve for Loss on Liberty Bonds.....	66,881.18
	1,000,881.18

Balance Available for Dividends..... 2,249,454.13

Deduct: Dividends on Preferred and Common Stock..... 999,262.75

SURPLUS FOR YEAR 1920.....\$ 1,250,191.38